

**TOWN OF AVON
MEDICAL CLAIMS
INTERNAL SERVICE FUND
REVENUE AND EXPENDITURE BUDGET
FISCAL YEAR 2015/2016**

NAME OF FUND: Medical Claims Internal Service Fund (10)

FUND TYPE: Proprietary

PROGRAM DESCRIPTION

For budgeting purposes, the appropriations for this fund for the Town are within the General Fund and Sewer Special Revenue Fund in two (2) benefit object numbers, 51033, in the amount of \$1,626,613 for current employee's health benefits and 51039, in the amount of \$859,878 for net current retiree's health benefits. For the Board of Education, the appropriations are budgeted in the General Fund. For reporting purposes, the Town will continue to report a separate Medical Claims Internal Service Fund within the Proprietary Fund Type and include contributions from all sources.

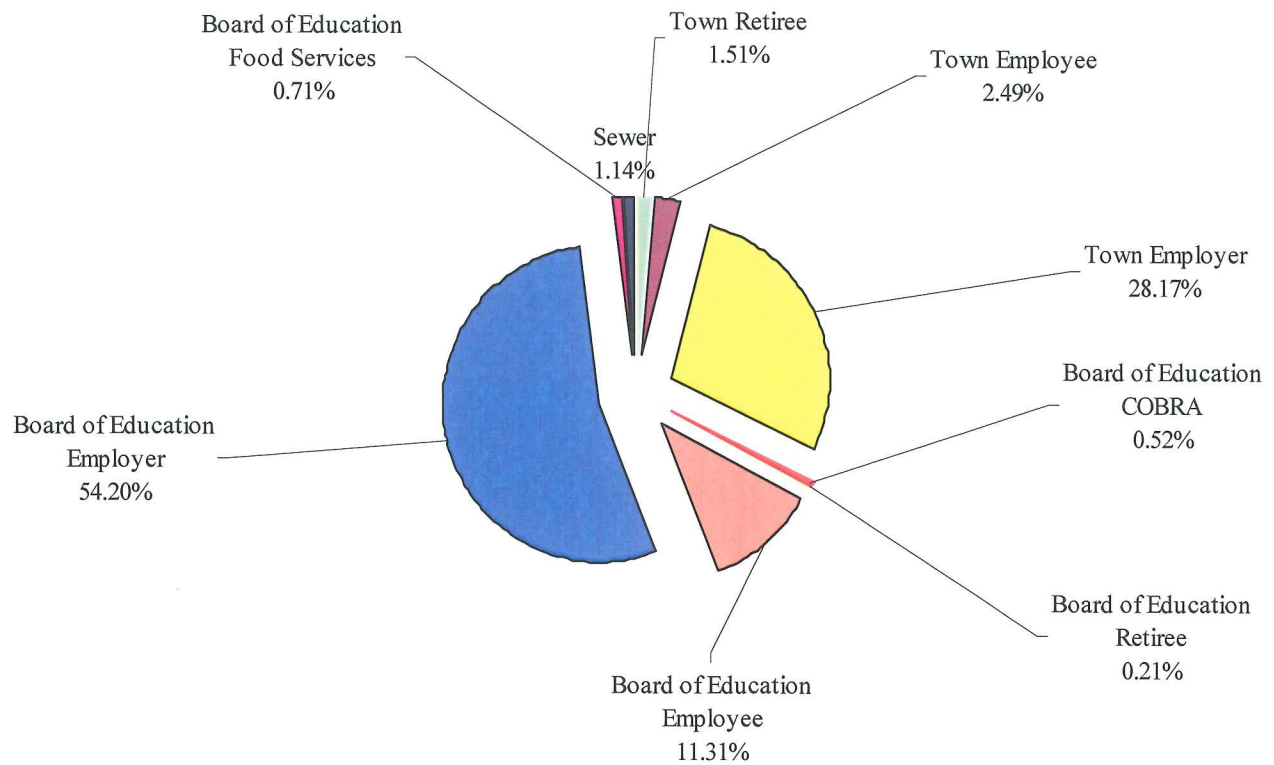
Management instituted an audit recommendation to account for the financing on a cost-reimbursement basis for medical claims services provided by one agency to other departments. This fund is to account for the revenues and expenses related to the Town and Board of Education's medical insurance plan. Town Manager's Request, Town Council Recommended, and Board of Finance Adopted include Board of Education, General Government, and Sewer Fund. When the final renewal is received, all proposed sources of revenues and all proposed estimated expenses will be allocated to the new activity accounts.

BUDGET	2013/14 BUDGETED	2014/15 BUDGETED	2014/15 ESTIMATED	2015/2016 REQUESTED TOWN MANAGER	2015/2016 RECOMMENDED TOWN COUNCIL	2015/2016 ADOPTED	2015/2016 DOLLAR INC/(DEC)	2015/2016 PERCENTAGE INC/-DEC
REVENUES:								
Other Local Revenues:								
Operating Rev. 'from':								
43620 Town Retiree	\$188,741	\$166,905	\$166,905	\$171,957	\$171,957	\$171,957	\$5,052	3.03%
43622 Town EE Cont.	251,507	263,800	263,800	282,621	282,621	282,621	\$18,821	7.13%
43623 Town ER Cont.-GF & GFFB Assigned for OPEB	2,632,705	2,717,223	2,717,223	3,198,991	3,198,991	3,198,991	\$481,768	17.73%
43620 BOE Retiree	0	22,000	22,000	23,300	23,300	23,300	\$1,300	5.91%
43628 BOE Food Service***	105,585	120,979	120,979	80,694	80,694	80,694	(\$40,285)	-33.30%
43626 BOE COBRA***	53,263	56,991	56,991	59,000	59,000	59,000	\$2,009	3.53%
43627 BOE EE Cont. ***	1,255,993	1,343,913	1,343,913	1,284,538	1,284,538	1,284,538	(\$59,375)	-4.42%
43628 BOE ER Cont.-GF***	5,510,723	5,709,784	5,709,784	6,126,189	6,126,189	6,126,189	\$416,405	7.29%
Total GF and Other Cont.	9,998,517	10,401,595	10,401,595	11,227,290	11,227,290	11,227,290	\$825,695	7.94%
Sewer Fund	125,391	135,309	135,309	129,520	129,520	129,520	(\$5,789)	-4.28%
TOTAL REVENUES	\$10,123,908	\$10,536,904	\$10,536,904	\$11,356,810	\$11,356,810	\$11,356,810	\$819,906	7.78%
BUDGET								
APPROPRIATIONS:								
Medical Claims Fund								
51038 Def.Contrib. for Waivers	\$19,313	\$24,723	\$24,723	\$27,744	\$27,744	\$27,744	\$3,021	12.22%
51041 Town Medical-Claims	2,675,390	2,670,165	2,670,165	3,127,998	3,127,998	3,127,998	\$457,833	17.15%
51041 BOE Medical Claims	6,275,564	6,581,667	6,581,667	6,900,421	6,900,421	6,900,421	\$318,754	4.84%
51042 Town Medical - Adm.	181,960	213,773	213,773	230,933	230,933	230,933	\$17,160	8.03%
51042 BOE Medical Adm.	650,000	650,000	650,000	650,000	650,000	650,000	\$0	0.00%
51043 Pymts in Lieu of Cov.	268,731	320,725	320,725	340,842	340,842	340,842	\$20,117	6.27%
51044 Other Serv: Town EAP	2,400	2,280	2,280	2,280	2,280	2,280	\$0	0.00%
51045 Fully Insured Retirees - Town	34,450	34,771	34,771	36,492	36,492	36,492	\$1,721	4.95%
51045 Fully Insured Retirees - BOE	0	22,000	22,000	23,300	23,300	23,300	\$1,300	100.00%
52184 Service & Consultant	16,100	16,800	16,800	16,800	16,800	16,800	\$0	0.00%
TOTAL APPROPRIATIONS	\$10,123,908	\$10,536,904	\$10,536,904	\$11,356,810	\$11,356,810	\$11,356,810	\$819,906	7.78%

* Includes estimated contribution from other sources, for a total of \$454,578 (Town Retiree, Town Employee).

** Includes estimated contributions from other sources, for a total of \$1,447,532 (BOE Cobra, BOE Employee, Food Service, BOE Retiree).

**Internal Service Fund -
Medical Claims Funding Sources**



TOWN OF AVON, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUND

FOR THE YEAR ENDED JUNE 30, 2014

Governmental Activities

Internal Service Fund

Operating Revenues:	
Charges for Services:	
Town of Avon	\$1,641,740
Board of Education	6,449,198
Refunds and Reimbursements	<u>123,592</u>
Total Operating Revenues	<u>\$8,214,530</u>
Operating Expenses:	
Medical Claims:	
Town of Avon	\$1,291,338
Board of Education	<u>6,537,705</u>
Total Operating Expenses	<u>\$7,829,043</u>
Changes in Net Position	385,487
Net Position at Beginning of Year	<u>\$ 2,090,629</u>
Net Position at End of Year	<u>\$ 2,476,116</u>

